

AMENDMENTS TO LB 1045

Introduced by Banking, Commerce and Insurance.

1 1. Strike section 1 and insert the following new section:

2 Section 1. (1) If an insurer reduces or eliminates any
3 coverage in or introduces a more restrictive condition as part of a
4 policy in force delivered or issued for delivery in this state and
5 subject to sections 44-514 to 44-521 or section 44-522 or 44-523
6 prior to renewal of the policy and other than at the request of
7 the named insured or as required by law, the insurer shall send
8 to the named insured a notice explaining clearly what coverage has
9 been reduced or eliminated or what condition has been restricted.
10 The notice may be in a printed or electronic form. If the named
11 insured does not receive the notice, the reduction or elimination
12 of coverage or restrictive condition shall not become part of
13 the policy. It shall be conclusively presumed that all insureds
14 received the notice if it was sent by email or first-class mail
15 to the named insured's last-known email address or mailing address
16 contained in the policy.

17 (2) Notice of any reduction or elimination of coverage
18 or restrictive condition as part of a policy in force delivered or
19 issued for delivery in this state and subject to sections 44-514 to
20 44-521 or section 44-522 or 44-523 and other than at the request
21 of the named insured or as required by law shall be sent to each
22 agency that holds an agency contract with the insurer prior to
23 the introduction into the marketplace of a policy containing the

1 reduction or elimination of coverage or restrictive condition.

2 (3) Nothing in this section shall restrict the right of
3 the parties to an insurance contract to amend the contract, during
4 the policy term but not during the renewal process, pursuant to an
5 endorsement attached to the policy if requested by a named insured
6 under the policy. An endorsement attached to a policy pursuant to
7 this subsection requires no further notice beyond such endorsement.